



EAST KENTUCKY POWER COOPERATIVE

RECEIVED

JAN 27 2011

PUBLIC SERVICE
COMMISSION

January 27, 2011

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, KY 40602

Dear Mr. Derouen:

Re: East Kentucky Power Cooperative, Inc. Financial Information

In accordance with the Public Service Commission Order in Case No. 2006-00472,
please find attached the following:

- Monthly accounting of expenses and revenues in a monthly format and a 12-month ended format
- Monthly budget information for calendar year 2010
- Calculation of TIER and DSC for the 12-month period ended December 31, 2010

If you have any questions, please contact me at (859) 745-9670.

Very truly yours,

Ann F. Wood
Manager, Regulatory Services

Attachments

Budgeted Statement of Operations
2010



STATEMENT OF OPERATIONS

Electric Energy Revenues

	JAN-10 Budget	FEB-10 Budget	MAR-10 Budget	APR-10 Budget	MAY-10 Budget	JUNE-10 Budget	JULY-10 Budget	AUG-10 Budget	SEPT-10 Budget	OCT-10 Budget	NOV-10 Budget	DEC-10 Budget	Totals
Power Sales-Member Coops - Base Rate	\$83,361,986	\$71,948,275	\$69,080,805	\$56,483,705	\$68,717,621	\$66,532,467	\$74,057,025	\$73,148,657	\$64,146,614	\$58,911,634	\$67,431,953	\$82,227,410	\$825,028,393
Power Sales-Member Coops - Fuel Charge	(6,052,675)	(5,451,409)	(6,657,952)	(7,590,559)	(7,015,186)	(8,097,747)	(7,432,973)	(7,718,837)	(7,732,208)	(5,626,386)	(9,050,648)	(5,462,169)	(87,876,758)
Power Sales-Member Coops - Environmental Surcharge	6,798,692	8,091,864	9,790,929	4,314,671	4,970,068	6,597,760	9,014,910	8,993,007	7,318,139	5,711,907	7,421,523	10,886,264	87,270,729
Power Sales-Member Coops - Steam	1,124,980	1,034,144	1,125,024	920,399	951,527	979,929	907,421	911,457	1,018,595	1,048,678	1,046,678	1,135,542	11,768,278
Power Sales - Off System	215,111	638,144	333,168	275,243	149,075	115,899	149,075	580,466	120,433	130,529	77,063	3,136,142	3,136,142
Wheeling Revenue	222,880	211,322	209,635	147,353	159,711	178,807	160,089	190,346	221,281	297,770	306,684	2,466,284	2,466,284
Other Operating Revenue - Income	163,930	163,930	163,930	163,930	163,930	163,930	163,930	163,930	163,930	163,930	163,930	163,930	1,639,300
Total Operating Revenue & Patronage Capital	\$85,854,904	\$76,656,295	\$69,271,538	\$54,734,744	\$66,116,736	\$65,389,875	\$77,407,156	\$76,289,086	\$65,136,784	\$60,511,767	\$73,417,233	\$89,232,139	\$852,019,337

Operation Expenses

Production Costs Excludes Fuel	\$5,325,355	\$5,212,598	\$5,482,660	\$5,244,244	\$5,153,661	\$5,791,660	\$5,571,982	\$5,645,345	\$5,312,677	\$5,215,269	\$5,411,095	\$7,671,943	\$66,868,629
Fuel	34,761,007	29,856,302	30,709,221	25,110,557	26,087,973	28,470,351	34,173,664	33,693,692	27,328,704	27,638,574	34,117,594	36,095,214	365,951,214
Other Power Supply	10,520,660	8,520,621	9,520,621	3,125,989	3,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	21,259,890
Transmission	3,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	2,125,989	21,259,890
Customer Accounts	124,774	123,600	122,481	126,487	133,616	119,161	118,705	118,777	118,248	118,924	118,669	131,983	1,475,436
Customer Service & Information	237,262	228,599	236,703	222,664	222,664	221,166	214,282	217,631	221,677	218,722	214,323	270,705	2,720,383
Sales	1,908	1,565	1,714	1,629	1,616	1,590	1,628	1,668	1,590	1,628	1,590	1,851	19,951
Administration and General	3,333,879	2,895,563	2,788,115	2,117,834	2,372,252	2,233,150	3,604,750	2,275,550	2,255,656	2,117,771	2,399,195	2,238,500	30,033,435
Total Operation Expenses	\$49,619,374	\$49,169,374	\$45,128,160	\$38,866,767	\$39,770,868	\$42,600,306	\$50,221,927	\$48,050,296	\$41,563,050	\$41,872,976	\$48,948,154	\$57,364,725	\$561,169,336

Maintenance Expenses

Production	\$2,540,388	\$3,345,048	\$3,964,377	\$4,329,144	\$5,289,641	\$5,125,955	\$3,820,274	\$3,635,195	\$3,374,591	\$4,376,553	\$4,401,046	\$3,929,029	\$48,342,243
Transmission Expense	352,918	337,173	340,974	332,055	337,703	321,581	326,358	326,358	326,358	326,358	326,358	326,358	3,263,571
Generation Expense	161,183	161,183	161,183	161,183	161,183	161,183	161,183	161,183	161,183	161,183	161,183	161,183	1,611,830
Gas Plant	94,184	161,183	133,709	314,469	269,183	269,640	141,234	81,890	63,240	81,942	81,492	245,827	2,145,466
Total Maintenance Expenses	\$3,107,656	\$4,218,691	\$4,825,161	\$5,350,996	\$6,272,334	\$6,186,123	\$4,671,901	\$4,633,850	\$4,171,061	\$5,174,288	\$5,206,028	\$4,980,452	\$58,799,534

Fixed Costs

Depreciation/Amortization	\$5,911,946	\$5,921,644	\$5,972,801	\$6,006,519	\$6,331,193	\$6,377,335	\$6,380,102	\$6,404,206	\$6,405,708	\$6,414,047	\$6,415,844	\$6,503,698	\$75,044,143
Taxes	9,601,847	9,577,167	9,681,622	9,959,937	9,989,722	9,986,770	11,200,102	11,003,657	11,656,642	12,357,116	12,301,647	12,342,158	129,630,650
Interest on Long-Term Debt	3,397	3,068	3,397	3,288	3,397	3,288	3,288	3,397	3,288	3,397	3,288	3,397	39,999
Interest During Construction	162,615	172,178	171,858	171,776	171,853	172,512	172,523	171,902	172,022	171,988	171,812	182,656	1,955,745
Other Deductions													
Total Fixed Costs	\$15,678,805	\$15,674,057	\$16,830,778	\$16,140,520	\$16,386,165	\$16,511,905	\$17,756,124	\$17,583,162	\$18,237,660	\$18,946,621	\$18,892,591	\$19,031,949	\$206,681,337

Total Cost of Electric Service

Total Cost of Electric Service	\$76,401,184	\$69,062,122	\$65,784,099	\$60,357,273	\$62,439,367	\$65,298,336	\$72,649,952	\$70,267,308	\$63,971,771	\$65,994,885	\$73,046,773	\$81,377,127	\$826,650,207
--------------------------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	---------------

Operating Margins

Operating Margins	\$9,453,710	\$7,894,173	\$3,487,439	(\$5,622,529)	(\$4,322,631)	\$91,539	\$4,757,204	\$6,021,768	\$1,165,013	(\$5,483,118)	\$370,460	\$7,855,012	\$25,368,030
-------------------	-------------	-------------	-------------	---------------	---------------	----------	-------------	-------------	-------------	---------------	-----------	-------------	--------------

Non-Operating Items

Interest Income	\$259,886	\$244,126	\$259,728	\$254,424	\$259,572	\$254,269	\$292,860	\$292,773	\$287,464	\$292,606	\$287,294	\$282,438	\$3,277,440
Allowance for Funds used for Construction	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Non-Operating Income	(6,958)	(6,104)	(5,748)	(4,585)	(4,704)	(4,770)	(4,646)	(4,734)	(4,818)	(4,909)	(4,643)	(5,144)	(61,762)
Other Capital Credits/Patronage Dividends	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	4,166	41,764
Total Non-Operating Items	\$257,084	\$242,188	\$258,148	\$254,005	\$259,034	\$253,665	\$292,380	\$292,205	\$286,811	\$291,863	\$286,817	\$281,468	\$3,365,678

Net Patronage Capital & Margins(Deficits)

Net Patronage Capital & Margins(Deficits)	\$9,710,804	\$7,836,361	\$3,745,597	(\$5,368,624)	(\$4,063,597)	\$345,204	\$5,049,884	\$6,413,963	\$1,451,624	(\$5,191,255)	\$657,277	\$8,146,480	\$28,733,708
---	-------------	-------------	-------------	---------------	---------------	-----------	-------------	-------------	-------------	---------------	-----------	-------------	--------------